

The Corporation of the Village of Slocan
2019 STATEMENT OF FINANCIAL INFORMATION

Statement of Financial Information (SOFI)
THE CORPORATION OF THE VILLAGE OF SLOCAN
Fiscal Year Ended December 31, 2019

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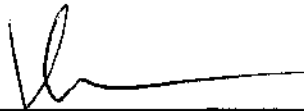
Statement of Financial Information (SOFI)

THE CORPORATION OF THE VILLAGE OF SLOCAN

Fiscal Year Ended December 31, 2019

STATEMENT OF FINANCIAL INFORMATION APPROVAL

We, the undersigned, approve the attached statements and schedules included in this Statement of Financial Information, produced under the Financial Information Act.



Jessica Lunn
Mayor

Colin McClure, CPA, CA
Chief Financial Officer

Statement of Financial Information (SOFI)

THE CORPORATION OF THE VILLAGE OF SLOCAN

Fiscal Year Ended December 31, 2019

MANAGEMENT REPORT

The Financial Statements contained in this Statement of Financial Information under the *Financial Information Act* have been prepared by management in accordance with generally accepted accounting principles and the integrity and objectivity of these statements are management's responsibility.

Management is also responsible for all other schedules of financial information and for ensuring this information is consistent, where appropriate, with the information contained in the financial statements and for implementing and maintaining a system of internal controls to provide reasonable assurance that reliable financial information is produced.

The Mayor and Council are responsible for ensuring that management fulfils its responsibilities for financial reporting and internal control and for approving the financial information included in the Statement of Financial Information.

The external auditors, Grant Thornton, Chartered Professional Accountants, conduct an independent examination, in accordance with generally accepted auditing standards, and express their opinion on the financial statements. Their examination does not relate to the other schedules of financial information required by the *Financial Information Act*. Their examination includes a review and evaluation of the City's system of internal control and appropriate tests and procedures to provide reasonable assurance that the financial statements are presented fairly.

On behalf of The Corporation of the Village of Slocan



Colin McClure, CPA, CA
Chief Financial Officer
July 13, 2020

THE CORPORATION OF THE VILLAGE OF SLOCAN
FINANCIAL STATEMENTS
DECEMBER 31, 2019

THE CORPORATION OF THE VILLAGE OF SLOCAN
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For the Year Ended December 31, 2019

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THE CORPORATION OF THE VILLAGE OF SLOCAN

MANAGEMENT REPORT

For the Year Ended December 31, 2019

RESPONSIBILITY FOR FINANCIAL REPORTING

Management is responsible for the preparation of the accompanying financial statements. The financial statements have been prepared in accordance with the accounting principles disclosed in Note 1 to the financial statements and include amounts that are based on estimates and judgments. Management believes that the financial statements fairly present The Corporation of the Village of Slocan's financial position and results of operations. The integrity of the information presented in the financial statements, including estimates and judgments relating to matters not concluded by fiscal year-end, is the responsibility of management. The financial statements have been approved by Council.

Management has established and maintained appropriate systems of internal control including policies and procedures, which are designed to provide reasonable assurance that The Corporation of the Village of Slocan's assets are safeguarded and that reliable financial records are maintained to form a proper basis for preparation of the financial statements.

The independent external auditors, Grant Thornton LLP, Chartered Professional Accountants, have been appointed by Council to express an opinion as to whether the financial statements present fairly, in all material respects, The Corporation of the Village of Slocan's financial position, results of operations, and changes in financial position in conformity with the accounting principles disclosed in Note 1 to the financial statements. The report of Grant Thornton LLP, Chartered Professional Accountants, follows and outlines the scope of their examination and their opinion on the financial statements.



Colin McClure, CPA, CA
Chief Financial Officer



Grant Thornton

An instinct for growth™

INDEPENDENT AUDITOR'S REPORT

To the Mayor and Council
Corporation of the Village of Slocan

Grant Thornton LLP
513 Victoria Street
Nelson, BC
V1L 4K7

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Opinion

We have audited the financial statements of the Corporation of the Village of Slocan, (the Village), which comprise the statement of financial position as at December 31, 2019, and the statement of operations, statement of changes in net financial assets and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Corporation of the Village of Slocan as at December 31, 2019, and its results of operations, its changes in its net financial assets, and its cash flows for the year then ended in accordance with Canadian public sector accounting standards.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Village in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian public sector accounting standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Village's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting.

Those charged with governance are responsible for overseeing the Village's financial reporting process.

INDEPENDENT AUDITOR'S REPORT (continued)

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements. As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the Village's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Village's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Village's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Village to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Grant Thornton LLP

Chartered Professional Accountants

May 11, 2020

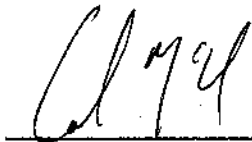
Nelson, B.C.

THE CORPORATION OF THE VILLAGE OF SLOCAN
STATEMENT OF FINANCIAL POSITION

As at December 31, 2019

	<u>2019</u>	<u>2018</u>
Financial Assets		
Cash and cash equivalents (Note 2)	\$ 2,988,415	\$ 2,718,362
Accounts receivable (Note 3)	<u>117,114</u>	<u>110,288</u>
	<u>3,105,529</u>	<u>2,828,650</u>
Financial Liabilities		
Accounts payable and accrued liabilities (Note 4)	71,221	62,429
Deferred revenue (Note 5)	<u>1,430,284</u>	<u>1,122,262</u>
	<u>1,501,505</u>	<u>1,184,691</u>
Net Financial Assets	1,604,024	1,643,959
Non -Financial Assets		
Tangible capital assets (Note 6)	2,894,970	2,715,852
Prepaid expenses	<u>24,599</u>	<u>24,577</u>
	<u>2,919,569</u>	<u>2,740,429</u>
Accumulated Surplus (Note 7)	<u>\$ 4,523,593</u>	<u>\$ 4,384,388</u>

Commitments and Contingencies (Note 11)
Subsequent event (Note 13)



Colin McClure, CPA, CA
Chief Financial Officer

THE CORPORATION OF THE VILLAGE OF SLOCAN

STATEMENT OF OPERATIONS

For the Year Ended December 31, 2019

	<u>2019 Budget</u> (Note 12)	<u>2019</u>	<u>2018</u>
Revenue			
Taxes	\$ 178,858	\$ 182,094	\$ 173,651
Sale of services	69,600	91,539	69,499
Other revenue from own sources	23,100	27,692	25,662
Investment income	22,000	51,712	32,768
Grants - unconditional	361,000	361,260	348,193
Grants - conditional	1,015,250	288,633	143,575
Water user fees	<u>110,764</u>	<u>110,550</u>	<u>109,179</u>
	<u>1,780,572</u>	<u>1,113,480</u>	<u>902,527</u>
Expenses			
General government	287,430	251,055	234,917
Protective services	109,100	129,723	1,100
Transportation services	225,079	213,656	196,866
Environmental health services	20,190	21,303	20,021
Public health and welfare services	8,691	5,479	2,746
Parks, recreation and cultural services	96,732	96,951	109,327
Interest and other debt charges	2,500	-	-
Water utility operations	87,886	98,781	92,545
Amortization	107,109	113,673	106,166
Loss on disposal of tangible capital assets	<u>-</u>	<u>43,654</u>	<u>3,017</u>
	<u>944,717</u>	<u>974,275</u>	<u>766,705</u>
Annual surplus	835,855	139,205	135,822
Accumulated surplus, beginning of the year	<u>4,384,388</u>	<u>4,384,388</u>	<u>4,248,566</u>
Accumulated surplus, end of the year	<u>5,220,243</u>	<u>4,523,593</u>	<u>4,384,388</u>

The accompanying summary of significant accounting policies and notes form an integral part of these consolidated financial statements

THE CORPORATION OF THE VILLAGE OF SLOCAN

STATEMENT OF CHANGES IN NET FINANCIAL ASSETS

For the Year Ended December 31, 2019

	<u>2019 Budget</u>	<u>2019</u>	<u>2018</u>
Annual surplus	835,855	139,205	135,822
Acquisition of tangible capital assets	(1,196,115)	(336,445)	(46,449)
Amortization of capital assets	107,109	113,673	106,166
Proceeds on sale tangible capital assets	-	-	16,500
Loss on disposal tangible capital assets	<u>-</u>	<u>43,654</u>	<u>3,017</u>
	(253,151)	(39,913)	215,056
Acquisition of prepaid expenses	<u>-</u>	<u>(22)</u>	<u>(2,246)</u>
Increase (decrease) in net financial assets	(253,151)	(39,935)	212,810
Net financial assets, beginning of year	<u>1,643,959</u>	<u>1,643,959</u>	<u>1,431,149</u>
Net financial assets, end of the year	<u>1,390,808</u>	<u>1,604,024</u>	<u>1,643,959</u>

The accompanying summary of significant accounting policies and notes form an integral part of these consolidated financial statements

THE CORPORATION OF THE VILLAGE OF SLOCAN

STATEMENT OF CASH FLOWS

For the Year Ended December 31, 2019

	<u>2019</u>	<u>2018</u>
Cash Provided by (Used In)		
Operating Activities		
Annual surplus	\$ 139,205	\$ 135,822
Items not involving cash:		
Amortization of tangible capital assets	113,673	106,166
Loss on disposal tangible capital assets	<u>43,654</u>	<u>3,017</u>
	296,532	245,005
Increase (decrease) in non-cash operating items:		
Accounts receivable	(6,826)	(1,172)
Accounts payable and accrued liabilities	8,792	(125,380)
Deferred revenue & deposits	308,022	64,387
Prepaid expenses	<u>(22)</u>	<u>(2,246)</u>
	<u>606,498</u>	<u>180,594</u>
Financing Activities		
Repayment of capital lease obligations	<u>-</u>	<u>(4,261)</u>
Capital Activities		
Proceeds from disposal of tangible capital assets	-	16,500
Acquisition of tangible capital assets	<u>(336,445)</u>	<u>(46,449)</u>
Net increase in Cash	270,053	146,384
Cash and cash equivalents, beginning of year	<u>2,718,362</u>	<u>2,571,978</u>
Cash and cash equivalents, end of year	<u>\$ 2,988,415</u>	<u>\$ 2,718,362</u>

THE CORPORATION OF THE VILLAGE OF SLOCAN

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2019

1. Significant Accounting Policies

The Corporation of the Village of Slocan (the Village) is a local government in the Province of British Columbia. The financial statements have been prepared in accordance with Canadian public sector accounting standards.

The following is a summary of the Village's significant accounting policies:

(a) Revenue Recognition

Sources of revenue are recorded on the accrual basis and include revenue in the period in which the transactions or events occurred that give rise to the revenues. Taxation revenues are recognized at the time of issuing the property tax notices for the fiscal year. Sale of services and user fee revenues are recognized when the service or product is rendered by the Village.

Grant revenues are recognized when the funding becomes receivable. Revenue unearned in the current period is recorded as deferred revenue.

(b) Deferred Revenue

Deferred revenue represents funds received for specific purposes which are externally restricted by legislation, regulation or agreement and are not available for general municipal purposes as well as licenses, permits, other fees and grants which have been collected, but for which the related services have not been performed and or projects have not been constructed. These amounts will be recognized as revenues in the fiscal year in which they are used for the specified purpose, the services are performed and or the projects are constructed.

(c) Government Transfers

Government transfers are recognized in the financial statements as revenue in the period in which events giving rise to the transfer occur, providing the transfers are authorized, any eligibility criteria have been met and reasonable estimates can be made.

(d) Financial Instruments

The Village's financial instruments consist of cash and cash equivalents, accounts receivable, accounts payable and accrued liabilities. It is management's opinion that the Village is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair values of these financial instruments approximate their carrying values.

(e) Tangible Capital Assets

Tangible capital assets, comprised of capital assets and capital assets under construction, are recorded at cost and are classified according to their functional use. Amortization is recorded on a straight-line basis over the estimated useful life of the asset commencing the year the asset is put into service. Donated tangible capital assets are reported at fair value at the time of donation. Estimated useful lives are as follows:

Land Improvements	15 to 20 years
Buildings	40 years
Fixtures, Furniture, Equipment & Vehicles	6 to 10 years
Roads and Paving	20 to 40 years
Bridges and other Transportation Structures	40 to 50 years
Water Infrastructure	20 to 60 years

THE CORPORATION OF THE VILLAGE OF SLOCAN

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2019

1. Significant Accounting Policies (continued)

(f) Non-Financial Assets

Non-financial assets are not available to discharge existing liabilities and are held for use in the provision of services. They have useful lives extending beyond the current year and are not intended for sale in the ordinary course of operations.

(g) Statutory Reserves

Statutory reserves are funds that have been restricted by council. Formal establishing bylaws have been adopted pursuant to the Community Charter, which define how these reserves are to be used.

(h) Use of Estimates

The preparation of financial statements in accordance with Canadian public sector accounting standards requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported revenues and expenses during the reporting period. Significant areas requiring estimates include the useful lives of tangible capital assets for amortization, future employee benefits, allowance for doubtful accounts and provision for contingencies. Actual results could differ from management's best estimates as additional information becomes available in the future.

(i) Budget

Budget data presented in these consolidated financial statements is based on the Village's Five Year Financial Plan for the years 2019-2023, adopted by Council on May 13, 2019.

(j) Liability for Contaminated Sites

Contaminated sites are a result of contamination being introduced into air, soil, water or sediment of a chemical, organic, or radioactive material or live organism that exceeds an environmental standard. The liability is recorded net of any expected recoveries. A liability for remediation of contaminated sites is recognized when a site is not in productive use and all of the following criteria are met:

- an environmental standard exists;
- contamination exceeds the environmental standard;
- the Village is directly responsible, or accepts responsibility;
- it is expected that a future economic benefit will be given up; and
- a reasonable estimate of the amount can be made.

The liability is recognized as management's estimate of the cost of post-remediation including operation, maintenance, and monitoring that are an integral part of the remediation strategy for a contaminated site.

There are no liabilities to be recorded as at December 31, 2019.

THE CORPORATION OF THE VILLAGE OF SLOCAN

NOTES TO THE FINANCIAL STATEMENTS

December 31, 2019

2. Cash and Cash Equivalents

Cash and cash equivalents in the statement of financial position are comprised of:

	<u>2019</u>	<u>2018</u>
Cash	\$ 2,859,987	\$ 2,592,814
MFA bond and money market funds	<u>128,428</u>	<u>125,548</u>
	<u>\$ 2,988,415</u>	<u>\$ 2,718,362</u>

Municipal Finance Authority (MFA) pooled investment funds are considered equivalent to cash because of their liquidity.

3. Accounts Receivable

	<u>2019</u>	<u>2018</u>
Property taxes	\$ 64,123	\$ 44,627
Utility billings	17,318	16,399
Other governments	32,205	8,311
Trade & other receivables	<u>3,468</u>	<u>40,951</u>
	<u>\$ 117,114</u>	<u>\$ 110,288</u>

4. Accounts Payable and Accrued Liabilities

	<u>2019</u>	<u>2018</u>
Trades payable	\$ 34,405	\$ 32,855
Accrued wages and benefits	<u>36,816</u>	<u>29,574</u>
	<u>\$ 71,221</u>	<u>\$ 62,429</u>

5. Deferred Revenue

	<u>2019</u>	<u>2018</u>
Prepaid taxes & utilities	\$ 13,077	\$ 13,555
Government grants	<u>1,417,207</u>	<u>1,108,707</u>
	<u>\$ 1,430,284</u>	<u>\$ 1,122,262</u>

THE CORPORATION OF THE VILLAGE OF SLOCAN
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
December 31, 2019

6. Tangible Capital Assets

	<u>Cost</u>	<u>Accumulated Amortization</u>	<u>2019 Net Book Value</u>	<u>2018 Net Book Value</u>
Land	\$ 798,870	\$ -	\$ 798,870	\$ 798,870
Buildings	586,106	363,234	222,872	227,199
Engineering infrastructure	832,223	500,170	332,053	349,945
Machinery & equipment	583,892	382,922	200,970	204,459
Transportation infrastructure	357,833	168,143	189,690	196,368
Water infrastructure	<u>1,727,529</u>	<u>577,014</u>	<u>1,150,515</u>	<u>939,011</u>
	<u>\$ 4,886,453</u>	<u>\$ 1,991,483</u>	<u>\$ 2,894,970</u>	<u>\$ 2,715,852</u>

See Schedule A - Statement of tangible capital assets for more information.

7. Accumulated Surplus

	<u>2019</u>	<u>2018</u>
Reserves		
Capital equipment	\$ 109,678	\$ 105,066
Community works fund	399,930	401,542
Land sales	164,759	155,795
Water infrastructure	<u>33,797</u>	<u>33,166</u>
	<u>708,164</u>	<u>695,569</u>
Operating		
General	876,677	830,488
Water	<u>43,783</u>	<u>142,479</u>
	<u>920,460</u>	<u>972,967</u>
Invested in capital assets	<u>2,894,969</u>	<u>2,715,852</u>
Total Accumulated Surplus	<u><u>4,523,593</u></u>	<u><u>4,384,388</u></u>

8. Trust Funds

The Cemetery Care Trust Fund is not reported in these financial statements. The following is a summary of Trust Fund transactions for the year:

	<u>2019</u>	<u>2018</u>
Balances, beginning of year	\$ 17,800	\$ 17,239
Contributions received	145	335
Interest earned	<u>339</u>	<u>226</u>
	18,284	17,800
Expenses, transfers	-	-
Balances, end of year	<u><u>\$ 18,284</u></u>	<u><u>\$ 17,800</u></u>

THE CORPORATION OF THE VILLAGE OF SLOCAN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2019

9. Taxes Levied For Other Paid Authorities

In addition to taxes levied for municipal purposes, the Village is legally obligated to collect and remit taxes levied for the following authorities. These collections and remittances are not recorded as revenue and expenses.

	2019	2018
Provincial Government - School taxes	\$ 89,426	\$ 91,991
Provincial Government - Police taxes	13,554	13,306
Regional District of Central Kootenay	95,070	94,409
West Kootenay Boundary Hospital District	11,552	11,809
British Columbia Assessment Authority	1,916	1,948
Municipal Finance Authority	8	8
	<u>\$ 211,526</u>	<u>\$ 213,471</u>

10. Pension Plan

The Village of Slocan and its employees contribute to the Municipal Pension Plan (a jointly trustee pension plan). The board of trustees, representing plan members and employers, is responsible for administering the plan, including investment of the assets and administration of benefits. The plan is a multi-employer defined benefit pension plan. Basic pension benefits provided are based on a formula. As at December 31, 2018, the plan has about 205,000 active members and approximately 101,000 retired members. Active members include approximately 40,000 contributors from local governments.

Every three years, an actuarial valuation is performed to assess the financial position of the plan and adequacy of plan funding. The actuary determines an appropriate combined employer and member contribution rate to fund the plan. The actuary's calculated contribution rate is based on the entry-age normal cost method, which produces the long-term rate of member and employer contributions sufficient to provide benefits for average future entrants to the plan. This rate may be adjusted for the amortization of any actuarial funding surplus and will be adjusted for the amortization of any unfunded actuarial liability.

The most recent valuation of the Municipal Pension Plan at December 31, 2018, indicated a \$2,866 million funding surplus for basic pension benefits on a going concern basis.

The next valuation will be as at December 31, 2021 with results available in 2022.

Employers participating in the plan record their pension expense as the amount of employer contributions made during the fiscal year (defined contribution pension plan accounting). This is because the plan records accrued liabilities and accrued assets for the Plan in aggregate with the result that there is no consistent and reliable basis for allocating the obligation, assets and cost to individual employers participating in the plan.

The Village of Slocan paid \$21,396 (2018 - \$19,920) for employer contributions to the plan in fiscal 2019.

THE CORPORATION OF THE VILLAGE OF SLOCAN
NOTES TO THE FINANCIAL STATEMENTS
December 31, 2019

11. Commitments and Contingencies

Regional District Debt

Regional District debt is under the provisions of the Community Charter of BC a direct, joint and several liability of the District and each member municipality within the District including the Village of Slocan.

Reciprocal Insurance Exchange Agreement

The Village is a subscribed member of the Municipal Insurance Association of British Columbia (The "Exchange") as provided by Section 3.02 of the Insurance Act of British Columbia. The main purpose of the exchange is to pool the risks of liability so as to lessen the impact upon any subscriber. Under the Reciprocal Insurance Exchange agreement, the Municipality is assessed a premium and specific deductible based on population and claims experience. The obligation of the Municipality with respect to the Exchange and/or contracts and obligations entered into by the Exchange on behalf of its subscribers in connection with the Exchange are in every case several and not joint and several. The Village irrevocably and unconditionally undertakes and agrees to indemnify and save harmless the other subscribers against liability losses and costs which the other Subscriber may suffer.

12. Budget Data

The reconciliation of the approved budget for the current year to the budget figures reported in these financial statement is as follows:

	<u>2019</u>
Budget surplus per Statement of Operations	\$ 835,855
Less: Capital expenditures	1,196,115
Debt principal repayments	8,500
Budgeted transfers to reserves	6,000
Add: Budgeted transfers from surplus & reserves	137,651
Amortization	107,109
Debt proceeds	130,000
Net annual budget	\$ <u>-</u>

13. Subsequent Event

In March 2020, the COVID-19 outbreak caused governments worldwide to enact emergency measures to combat the spread of the virus. These measures, which include the implementation of facility closures, travel restrictions, self-isolation periods, and social and physical distancing, will have a significant impact on the local and global economy. At this time it is not possible to reliably estimate the length and severity of the COVID-19 outbreak and how it may impact the Village's financial results for 2020.

THE CORPORATION OF THE VILLAGE OF SLOCAN

SCHEDULE A - STATEMENT OF TANGIBLE CAPITAL ASSETS

For the Year Ended December 31, 2019

	Additions & reallocation of assets under Construction		Disposals	Closing Balance	Accumulated Amortization		Reduction on Disposals	Accumulated Amortization Closing Balance	Net Carrying Amount End of year
	Opening Balance				Opening balance	Expense			
Tangible Capital Assets									
Land	\$ 798,870	\$ -	\$ -	\$ 798,870	\$ -	\$ -	\$ -	\$ -	\$ 798,870
Buildings	579,018	7,088	-	586,106	351,819	11,415	-	363,234	222,872
Engineering infrastructure	832,223	-	-	832,223	482,278	17,892	-	500,170	332,053
Machinery & equipment	554,467	29,425	-	583,892	350,008	32,914	-	382,922	200,970
Transportation infrastructure	357,833	-	-	357,833	161,465	6,678	-	168,143	189,690
Water infrastructure	1,503,517	299,932	(75,920)	1,727,529	564,506	44,774	(32,266)	577,014	1,150,515
Total	\$ 4,625,928	\$ 336,445	\$ (75,920)	\$ 4,886,453	\$ 1,910,076	\$ 113,673	\$ (32,266)	\$ 1,991,483	\$ 2,894,970

THE CORPORATION OF THE VILLAGE OF SLOCAN

SCHEDULE B - SCHEDULE OF SEGMENTED INFORMATION

For the Year Ended December 31, 2019

	General Government	Protective Services	Transportation Services	Environmental Health Services	Public Health & Welfare Services	Parks & Recreation	Water Utility	2019 Total
Revenues								
Taxes	\$ 182,094	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 182,094
Sales of Service	1,683	-	-	26,843	705	62,308	-	91,539
Other revenue from own services	10,115	-	-	-	-	15,877	1,700	27,692
Investment income	51,712	-	-	-	-	-	-	51,712
Grants - unconditional	361,260	-	-	-	-	-	-	361,260
Grants - conditional	179,320	85,500	8,205	-	11,726	3,882	-	288,633
Water user fees	-	-	-	-	-	-	110,550	110,550
	<u>786,184</u>	<u>85,500</u>	<u>8,205</u>	<u>26,843</u>	<u>12,431</u>	<u>82,067</u>	<u>112,250</u>	<u>1,113,480</u>
Expenditures								
Wages and benefits	118,574	1,100	138,370	6,810	4,185	18,962	61,121	349,122
Supplies and services	132,481	128,623	75,286	14,493	1,294	77,989	37,660	467,826
Amortization	7,654	-	36,095	-	447	24,703	44,774	113,673
Loss on disposal of assets	-	-	-	-	-	-	43,654	43,654
	<u>258,709</u>	<u>129,723</u>	<u>249,751</u>	<u>21,303</u>	<u>5,926</u>	<u>121,654</u>	<u>187,209</u>	<u>974,275</u>
Annual Surplus (Deficit)	<u>\$ 527,475</u>	<u>\$ (44,223)</u>	<u>\$ (241,546)</u>	<u>\$ 5,540</u>	<u>\$ 6,505</u>	<u>\$ (39,587)</u>	<u>\$ (74,959)</u>	<u>\$ 139,205</u>

Statement of Financial Information (SOFI)

THE CORPORATION OF THE VILLAGE OF SLOCAN

Fiscal Year Ended December 31, 2019

SCHEDULE OF DEBT

Information on all long term debt is included in the Audited Financial Statements of The Corporation of the Village of Slocan.

Prepared as required by *Financial Information Regulation*, Schedule 1, section 4

Statement of Financial Information (SOFI)

THE CORPORATION OF THE VILLAGE OF SLOCAN

Fiscal Year Ended December 31, 2019

SCHEDULE OF GUARANTEE AND INDEMNITY AGREEMENTS

The Corporation of the Village of Slocan has not given any guarantees or indemnities under the Guarantees and Indemnities Regulation.

Prepared under the Financial Information Regulation, Schedule 1, section 5

Statement of Financial Information (SOFI)

THE CORPORATION OF THE VILLAGE OF SLOCAN

Fiscal Year Ended December 31, 2019

STATEMENT OF SEVERANCE AGREEMENTS

There was no severance agreements made between The Corporation of the Village of Slocan and its non-unionized employees during the fiscal year ended December 31, 2019.

Prepared under the Financial Information Regulation, Schedule 1, subsection 6(8)

The Corporation of the Village of Slocan
PAYMENT TO FINANCIAL STATEMENT RECONCILIATION
Fiscal Year Ended December 31, 2019

S.O.F.I. Report Scheduled Payments

Remuneration	\$ 279,234	
Employee Expenses	17,612	
Employer CPP/EI	<u>17,425</u>	\$ 314,271
Payments for Goods and Services		<u>879,200</u>

Total of Scheduled Payments **\$1,193,471**

Total of Financial Statement Expenditures **\$ 974,275**

The difference between the Total of Scheduled Payments and the Total Financial Statements Expenditures are due to:

- Adjustments to account for the difference between payments made on a cash basis, and the audited financial statements reporting expenditures on an accrual basis of accounting. This would include adjustments for opening and closing balances of inventories, prepaid expenses, and accrued liabilities.
- List of payments to suppliers include 100% GST while the expenditures in the financial statements are net of the applicable GST rebate.
- Capital expenditures are shown as payments to the vendor in this report. However, the total financial statement expenditures do not reflect these payments as they report amortization of all the capital assets.
- The Schedule of Payments of Goods and Services includes payments made on behalf of third parties, which are recovered from these parties and the expense is excluded from the Financial Statements.
- Payments to some suppliers are reported directly to the Balance Sheet and therefore are not reported as expenditures

Prepared under the Financial Information Regulation, Schedule 1, subsection 6(2d) and subsection 7(1b)

THE CORPORATION OF THE VILLAGE OF SLOCAN
SCHEDULE OF REMUNERATION AND EXPENSE
YEAR ENDED DECEMBER 31, 2019

NAME		REMUNERATION	EXPENSE
ELECTED OFFICIALS	POSITION		
Buller, Ezra	Councillor	\$ 3,400	\$ 773
Lunn, Jessica	Mayor	5,500	1,322
Pellitier, Joel	Councillor	3,400	1,031
Perriere, Madeleine	Councillor	3,400	5,056
Van Bynen, John	Councillor	3,400	7,051
TOTAL ELECTED OFFICIALS		<u>19,100</u>	<u>15,233</u>
DETAILED EMPLOYEES > \$75,000		\$ -	\$ -
TOTAL EMPLOYEES <= \$75,000		<u>260,134</u>	<u>2,379</u>
		<u>260,134</u>	<u>2,379</u>
TOTAL		<u>\$ 279,234</u>	<u>\$ 17,612</u>
TOTAL EMPLOYER PREMIUM FOR CPP/EI			\$ 17,425

Prepared under the Financial Information Regulation, Schedule 1, section 6 to subsection 6(6)

THE CORPORATION OF THE VILLAGE OF SLOCAN
SCHEDULE OF PAYMENTS TO SUPPLIERS OF GOODS AND SERVICES
YEAR ENDED DECEMBER 31, 2019

DETAILED SUPPLIERS >\$25,000

<u>SUPPLIER NAME</u>	<u>EXPENSE</u>
BI Pure Water	\$ 30,641
AWC Process Solutions Ltd.	138,423
City of Nelson	28,350
Dynamic	109,845
Fortis BC Inc	50,122
RDCK	52,269
SIFCo	99,225
TOTAL DETAILED SUPPLIERS >\$25,000	508,876
TOTAL SUPPLIERS <= \$25,000	370,324
TOTAL SUPPLIERS	879,200
GRANTS AND CONTRIBUTIONS >\$25,000	-
TOTAL PAYMENTS, GRANTS AND CONTRIBUTIONS	\$ 879,200

Prepared under the Financial Information Regulation, Schedule 1, section 7(1) and (2)